9025 /SHV CICHANOWICZ, CALLAN, KEANE, VENGROW & TEXTOR, LLP Attorneys for Pegasus Maritime, Inc. 61 Broadway, Suite 3000 New York, New York 10006-2802 (212) 344-7042

UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

BEST FOODS, INC.,

Plaintiff,

-against-

M/V "MAERSK GEORGIA," her engines, boilers, etc.

-and against-

PEGASUS MARITIME, INC.,

Defendants.

ECF CASE

07 CIV 7187

PEGASUS MARITIME, INC.'S ANSWER TO THE VERIFIED COMPLAINT

Defendant Pegasus Maritime, Inc. (hereinafter referred to as "Pegasus") answers the Verified Complaint with civil number 07 CIV. 7187 by its attorneys Cichanowicz, Callan, Keane, Vengrow & Textor, LLP as follows:

- 1. Admits this is an admiralty and maritime claim within the meaning of the Rule 9(h) and except where specifically admitted, denies each and every allegation contained in Paragraph "1" of Plaintiff's Verified Complaint.
- 2. Denies knowledge and information sufficient to form a belief as to the allegations contained in Paragraph "2" of Plaintiff's Verified Complaint.

- 3. Denies each and every allegation contained in Paragraph "3" of Plaintiff's Verified Complaint.
- 4. Denies knowledge and information sufficient to form a belief as to the allegations contained in Paragraph "4" of Plaintiff's Verified Complaint.
- 5. Admits there were sealed containers delivered to Maersk as a common carrier at the port of Karachi/Port Qasim, Pakistan for transportation on board the M/V MAERSK GEORGIA to New York, in consideration of an agreed freight and pursuant to the valid terms and conditions of a bill of lading issued and except where specified, denies each and every allegation contained in Paragraph "5" of Plaintiff's Verified Complaint.
- 6. Denies each and every allegation contained in Paragraph "6" of Plaintiff's Verified Complaint.
- 7. Denies knowledge and information sufficient to form a belief as to the allegations contained in Paragraph "7" of Plaintiff's Verified Complaint.
- 8. Denies knowledge and information sufficient to form a belief as to the allegations contained in Paragraph "9" of Plaintiff's Verified Complaint.
- 9. Denies each and every allegation contained in Paragraph "9" of Plaintiff's Verified Complaint.

AFFIRMATIVE DEFENSES

FIRST AFFIRMATIVE DEFENSE

10. That the said shipment as described in Plaintiff's Verified Complaint is subject to all the terms, conditions and exceptions contained in certain bills of lading then there issued, by which the shippers and consignees of said bills of lading agree to be and are bound.

- 11. Said shipment was transported on said vessel subject to the contractual terms and conditions of the aforesaid bills of lading.
- 12. Any shortage, loss and/or damage to the shipment in suit which defendant specifically denies was due to causes for which the defendant is not liable or responsible by virtue of the provisions of the Carriage of Goods by Sea Act, ("COGSA") approved April 16, 1936, and/or Harter Act, and/or the provisions of the said bills of lading and/or the General Maritime Law and/or applicable foreign law.

SECOND AFFIRMATIVE DEFENSE

13. Due diligence was exercised on the part of Pegasus to make the vessels and its appurtenances seaworthy, and to make all other parts of the vessel in which goods are carried, fit and safe for their reception, carriage and preservation of said shipment.

THIRD AFFIRMATIVE DEFENSE

14. That if the goods in suit were damaged, which is denied, the damage was proximately caused by insufficiency of packaging or inadequacy of marks, for which the Pegasus is not liable under the Carriage of Goods by Sea Act, 46 U.S.C. § 1304(2)(o) and (n), and by the terms of the contract of carriage.

FOURTH AFFIRMATIVE DEFENSE

15. Plaintiff has failed to properly and fully mitigate its damages in its Verified Complaint.

FIFTH AFFIRMATIVE DEFENSE

16. That if the goods in suit were damaged, which is denied, the damage was proximately caused by an act or omission of the shipper, for which the Pegasus is not liable

under the Carriage of Goods by Sea Act, 46 U.S.C. §1304(2)(i), and by the terms of the contract of carriage.

SIXTH AFFIRMATIVE DEFENSE

17. The maximum liability of defendant if any, is \$500.00 per package as agreed to in the provisions of the bills of lading under the provisions of the Carriage of Goods by Sea Act, specifically 46 U.S.C. §1304(5).

SEVENTH AFFIRMATIVE DEFENSE

18. That if the goods in suit were lost and/or damaged, which is denied, said loss and/or damage was caused in whole or in part by the contributory negligence of the plaintiff and/or its agents.

EIGHTH AFFIRMATIVE DEFENSE

19. That if Plaintiff's cargo suffered any loss or damage, which Defendant Pegasus denies, then such loss or damage resulted from a cause arising without the actual fault and privity of the Pegasus and without the fault or neglect of the agents or servants of Pegasus, and Pegasus is not liable under the Carriage of Goods by Sea Act, 46 U.S.C. §1304(2)(O).

NINTH AFFIRMATIVE DEFENSE

20. That if the goods in suit were damaged, which is denied, the damage was proximately caused by inherent vice, defect or quality of the goods in suit, for which Pegasus is not liable under the Carriage of Goods By Sea Act, 46 U.S.C. §1304 (2)(m), and by the terms of the contract of carriage.

WHEREFORE, Defendant Pegasus prays that the Verified Complaint against it be dismissed and that the Court may grant such other or further relief as may be just and proper.

Dated: New York, New York October 15, 2007

CICHANOWICZ, CALLAN, KEANE, VENGROW & TEXTOR, LLP Attorney for Defendant Pegasus Maritime, Inc.

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By: / s / Stephen H. Vengrow
Stephen H. Vengrow (SHV/3479)
61 Broadway, Suite 3000
New York, New York 10006-2802
(212) 344-7042

TO: McDermott & Radzik, LLP
Attorneys for Plaintiff
Wall Street Plaza
88 Pine Street
New York, New York 10005
Attn: William R. Connor, III, Esq.

STATE OF NEW YORK

: S.S.

COUNTY OF NEW YORK)

STEPHEN H. VENGROW, being duly sworn, deposes and says;

I am a member of the firm of Cichanowicz, Callan, Keane, Vengrow & Textor, LLP. attorneys for Defendant Pegasus Maritime, Inc. in this action.

I have read the foregoing Answer to the Verified Complaint, know the contents thereof, and the same is true to the best of my knowledge, information and belief.

The sources of my information and the grounds of my belief are documents in the possession of my firm.

Stephen H. Vengrow (SHV/3479)

Sworn to before me this

day of October, 2007

Notary Public

PATRICK MICHAEL DE CHARLES I Notary Public, State of New York No. 02DE5020061 Qualified in New York County numission Exclusive (1) (2) (2) (2)

CERTIFICATE OF SERVICE BY ECF AND BY REGULAR U.S. MAIL

The undersigned declares under penalty of perjury that the following is true and correct:

- 1. I am over the age of eighteen years and I am not a party to this action.
- 2. On October 15, 2007, I served a complete copy of **Defendant Pegasus Maritime, Inc.'s Answer to the Verified Complaint** by ECF to the following attorneys at their ECF registered address and by regular U.S. mail at the following address:

To: McDermott & Radzik, LLP
Attorneys for Plaintiff
Wall Street Plaza
88 Pine Street
New York, New York 10005
Attn: William R. Connor, III, Esq.

/ s / Patrick Michael DeCharles, II
Patrick Michael DeCharles, II (PMD/9984)

DATED: October 15, 2007 New York, New York